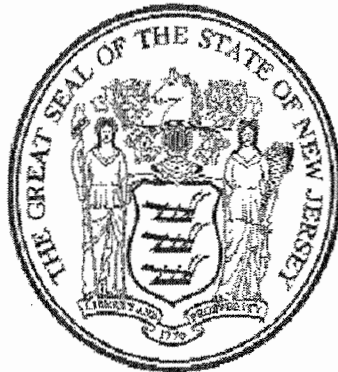


QUARTERLY REPORT

LICENSEE RESORTS INTERNATIONAL HOTEL, INC.

FOR THE QUARTER ENDED MARCH 31, 2003

**TO THE
CASINO CONTROL COMMISSION
OF THE
STATE OF NEW JERSEY**



BALANCE SHEETS

AS OF MARCH 31, 2003 AND 2002

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	ASSETS		
	Current Assets:		
1	Cash and Cash Equivalents.....	\$ 17,853	\$ 28,757
2	Marketable securities (Short Tm. money market at cost).....	87,261	99,400
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2003, \$4,366; 2002,\$3,874).....	4,830	7,369
4	Inventories.....	1,272	1,355
5	Prepaid Expenses and Other Current Assets.....	8,974	4,748
6	Total Current Assets.....	120,190	141,629
7	Investments, Advances, and Receivables..... Note 2.....	18,760	18,042
8	Property and Equipment - Gross.....	170,133	132,270
9	Less: Accumulated Depreciation and Amortization.....	(15,279)	(6,192)
10	Property & Equipment - Net.....	154,854	126,078
11	Other Assets.....	7,615	8,985
12	Total Assets.....	\$ 301,419	\$ 294,734
	LIABILITIES AND EQUITY		
	Current Liabilities:		
13	Accounts Payable.....	\$ 5,807	\$ 6,478
14	Notes Payable.....	-	-
	Current Portion of Long-Term Debt:		
15	Due to Affiliates..... Note 4.....	-	-
16	Other..... Note 4.....	887	832
17	Income Taxes Payable and Accrued.....	-	765
18	Other Accrued Expenses..... Note 3.....	17,737	19,877
19	Other Current Liabilities.....	3,214	2,981
20	Total Current Liabilities.....	27,645	30,933
	Long-Term Debt:		
21	Due to Affiliates..... Note 4.....	176,257	175,846
22	Other.....	6,636	974
23	Deferred Credits.....	4,653	1,349
24	Other Liabilities.....	-	-
25	Commitments and Contingencies.....	-	-
26	Total Liabilities.....	215,191	209,102
27	Stockholders, Partners', or Proprietor's Equity.....	86,228	85,632
28	Total Liabilities and Stockholders' Equity.....	\$ 301,419	\$ 294,734

STATEMENTS OF INCOME

FOR THE THREE MONTHS ENDED MARCH 31, 2003 AND 2002

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	Revenue:		
1	Casino.....	\$ 56,020	\$ 63,202
2	Rooms.....	2,557	3,174
3	Food and Beverage.....	4,873	5,766
4	Other.....	1,362	1,289
5	Total Revenue.....	64,812	73,431
6	Less: Promotional Allowances.....	12,897	16,454
7	Net Revenue.....	51,915	56,977
	Costs and Expenses:		
8	Cost of Goods and Services.....	36,515	38,165 *
9	Selling, General, and Administrative.....	9,927	11,014 *
10	Provision for Doubtful Accounts.....	303	377
11	Total Costs and Expenses.....	46,745	49,556
12	Gross Operating Profit.....	5,170	7,421
13	Depreciation and Amortization.....	2,951	2,184
	Charges from Affiliates Other than Interest:		
14	Management Fees.....	-	-
15	Other.....	-	-
16	Income (Loss) from Operations.....	2,219	5,237
	Other Income (Expenses):		
17	Interest (Expense) - Affiliates..... Note 5.....	(4,808)	(2,259)
18	Interest (Expense) - External.....	(79)	(30)
19	Investment Alternative Tax and Related Expense, Net of Amortization of \$4 and \$14 Respectively.....	(158)	482
20	Nonoperating Income (Expense) - net.....	198	(3,178)
21	Total Other Income (Expenses).....	(4,847)	(4,985)
22	Income (Loss) Before Income Taxes and Extraordinary Items.....	(2,628)	252
23	Provision (Credit) for Income Taxes..... Note 6.....	(546)	270
24	Income (Loss) Before Extraordinary Items.....	(2,082)	(18)
25	Extraordinary Items (net of income tax benefit).....	-	-
26	Net Income (Loss).....	\$ (2,082)	\$ (18)

* Prior year information has been restated to conform to current year presentation.

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

CCC-210

STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2002
AND THE THREE MONTHS ENDED MARCH 31, 2003

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Common Stock		Preferred Stock		Additional Paid-In Capital (g)	(h)	Retained Earnings (Accumulated) (Deficit) (i)	Total Stockholders' Equity (Deficit) (j)
		Shares (c)	Amount (d)	Shares (e)	Amount (f)				
1	Balance, December 31, 2001.....	1,000,000	\$ 1,000		\$	\$ 41,879		\$ 7,888	\$ 50,767
2	Net Income (Loss) - 2002.....							2,877	2,877
3	Contribution to Paid-in-Capital.....					35,000			35,000
4	Dividends.....								
5	Prior Period Adjustments.....								
6	Sale of Hedging Instrument.....							(151)	(151)
7	Stock Options Granted to employees and consultants.....					(183)			(183)
8								
9								
10	Balance, December 31, 2002.....	1,000,000	1,000			76,696		10,614	88,310
11	Net Income (Loss) - 2003.....							(2,082)	(2,082)
12	Contribution to Paid-in -Capital.....								-
13	Dividends.....								-
14								-
15								-
16								-
17								-
18								-
19	Balance, March 31, 2003.....	1,000,000	\$ 1,000		\$	\$ 76,696	\$	\$ 8,532	\$ 86,228

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

STATEMENTS OF CASH FLOWS

FOR THE THREE MONTHS ENDED MARCH 31, 2003 AND 2002

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
1	Net Cash Provided (Used) by Operating Activities.....	\$ (5,434)	\$ 8,046
	Cash Flows From Investing Activities:		
2	Purchase of Short-Term Investment Securities.....	-	-
3	Proceeds from the Sale of Short-Term Investment Securities.....	-	-
4	Cash Outflows for Property and Equipment.....	(11,358)	(1,666)
5	Proceeds from Disposition of Property and Equipment.....	-	-
6	Purchase of Casino Reinvestment Obligations.....	(704)	(714)
7	Purchase of Other Investments and Loans/Advances made.....	-	-
8	Proceeds from Disposal of Investments and Collection of Advances and Long-Term receivables.....	-	-
9	Cash Outflows to Acquire Business Entities.....	-	-
10	CRDA Reimbursement.....	-	1,492
11		-	-
12	Net Cash Provided (Used) By Investing Activities.....	(12,062)	(888)
	Cash Flows From Financing Activities:		
13	Cash Proceeds from Issuance of Short-Term Debt.....	-	-
14	Payments to Settle Short-Term Debt.....	(338)	(207)
15	Cash Proceeds from Issuance of Long-Term Debt.....	-	-
16	Costs of Issuing Debt.....	(12)	(7,293)
17	Payments to Settle Long-Term Debt.....	-	-
18	Cash Proceeds from Issuing Stock or Capital Contributions.....	-	35,000
19	Purchases of Treasury Stock.....	-	-
20	Payments of Dividends or Capital Withdrawals.....	-	-
21	Other Financing Activities.....	-	(992)
22	Advances from (Repayment to) Parent Company and Affiliates.....	-	79,128
23	Net Cash Provided (Used) By Financing Activities.....	(350)	105,636
24	Net Increase (Decrease) in Cash and Cash Equivalents.....	(17,846)	112,794
25	Cash and Cash Equivalents at Beginning of Period.....	122,960	15,363
26	Cash and Cash Equivalents at End of Period.....	\$ 105,114	\$ 128,157

	Cash Paid During Period For:		
27	Interest (Net of Amount Capitalized).....	\$ 9,948	\$ 7,798
28	Income Taxes.....	\$ -	\$ 1,200 *

* Prior year information has been restated to conform to current year presentation.

STATEMENTS OF CASH FLOWS

FOR THE THREE MONTHS ENDED MARCH 31, 2003 AND 2002

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	Net Cash Flows From Operating Activities:		
29	Net Income.....	\$ (2,082)	\$ (18)
	Noncash Items Included in Income and Cash Items Excluded from Income:		
30	Depreciation and Amortization of Property and Equipment.....	2,345	1,726
31	Amortization of Other Assets.....	606	458
32	Amortization of Debt Discount or Premium.....	106	-
33	Deferred Income Taxes - Current.....	-	-
34	Deferred Income Taxes - Noncurrent.....	-	-
35	(Gain) Loss on Disposition of Property and Equipment.....	-	-
36	(Gain) Loss on Casino Reinvestment Obligations.....	157	(482)
37	(Gain) Loss from Other Investment Activities.....	-	-
	Net (Increase) Decrease in Receivables and Patrons'		
38	Checks	268	904
39	Net (Increase) Decrease in Inventories.....	17	183
40	Net Decrease (Increase) in Other Current Assets.....	(1,261)	442
41	Net Decrease (Increase) in Other Assets.....	19	(294)
42	Net Increase (Decrease) in Accounts Payable.....	244	732
	Net (Decrease) Increase in Other Current Liabilities		
43	Excluding Debt.....	(5,853)	983 *
	Net Increase (Decrease) in Other Noncurrent Liabilities		
44	Excluding Debt.....	-	34
45	Loss on extinguishment of debt.....	-	3,378 *
46			
47	Net Cash Provided (Used) By Operating Activities.....	\$ (5,434)	\$ 8,046

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

	Acquisition of Property and Equipment:		
48	Additions to Property and Equipment.....	\$ (11,358)	\$ (1,666)
49	Less: Capital Lease Obligations incurred.....	-	-
50	Cash Outflows for Property and Equipment.....	\$ (11,358)	\$ (1,666)
	Acquisition of Business Entities:		
51	Property and Equipment Acquired.....	\$	\$
52	Goodwill Acquired.....		
	Net Assets Acquired Other than Cash, Goodwill, and		
53	Property and Equipment.....		
54	Long-Term Debt Assumed.....		
55	Issuance of Stock or Capital Invested.....		
56	Cash Outflows to Acquire Business Entities.....	\$ -	\$ -
	Stock Issued or Capital Contributions:		
57	Total Issuances of Stock or Capital Contributions.....	\$ -	\$ 35,000
58	Less: Issuances to Settle Long-Term Debt.....		
59	Consideration in Acquisition of Business Entities.....		
60	Cash Proceeds from Issuing Stock or Capital Contributions.....	\$ -	\$ 35,000

* Prior year information has been restated to conform to current year presentation.

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE: RESORTS INTERNATIONAL HOTEL, INC.

SCHEDULE OF PROMOTIONAL EXPENSES AND ALLOWANCES

(\$ IN THOUSANDS)

FOR THE THREE MONTHS ENDED MARCH 31, 2003

Line (a)	(b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (in thousands) (d)	Number of Recipients (e)	Dollar Amount (in thousands) (f)
1	Rooms	29,540	\$ 2,345	404	\$ 55
2	Food	236,943	2,870	150	13
3	Beverage	103,284	516	-	-
4	Travel	-	-	4,124	433
5	Bus Program Cash	128,417	1,849	-	-
6	Other Cash Complimentaries	169,699	4,881	-	-
7	Entertainment	8,021	377	475	42
8	Retail & Non-Cash Gifts	2,225	28	372	53
9	Parking	-	-	-	-
10	Other	1,335	31	6,729	174
11	Total	679,464	\$ 12,897	12,254	\$ 770

RESORTS INTERNATIONAL HOTEL INC. NOTES TO FINANCIAL STATEMENTS

1. Basis of Presentation

Colony RIH Holdings, Inc., a Delaware corporation ("CRH"), owns 100% of the outstanding common stock of Resorts International Hotel and Casino, Inc., also a Delaware corporation ("RIHC"). RIHC, through its wholly-owned subsidiary, Resorts International Hotel, Inc., a New Jersey corporation ("RIH" or the "Company"), owns and operates Resorts Atlantic City, a casino/hotel located in Atlantic City, NJ.

On March 22, 2002, RIHC sold \$180.0 million aggregate principal amount of 11½% first mortgage notes (the "First Mortgage Notes") (see Note 4, "Long-Term Debt"). Concurrent with the sale of the First Mortgage Notes, CRH issued class A common stock and class B common stock to its existing shareholders for a total price of approximately \$35.0 million. The proceeds from the sale of the First Mortgage Notes and issuance of stock were used to retire existing debt and are being used to finance the cost to develop, construct and equip the Hotel Expansion Project. As of March 31, 2003, \$71.5 million of the proceeds is deposited in a construction disbursement account for this purpose. Additionally, \$10.0 million of the proceeds from the issuance of stock has been deposited in a liquidity disbursement account to be used for working capital in the event that RIH's Adjusted Consolidated EBITDA, as defined in the First Mortgage Notes Indenture, fails to meet certain specified criteria. As of March 31, 2003, \$81.5 million of the proceeds, including \$10.0 million in the liquidity disbursement account, is considered a restricted cash investment under the terms of the debt offering, and is included in Marketable Securities on the accompanying balance sheet.

The accompanying financial statements have been prepared in accordance with the rules and regulations of the New Jersey Casino Control Commission (the "Commission") for Quarterly Reports. Accordingly, they do not include the information and footnotes required by generally accepted accounting principals for complete financial statements.

These accompanying financial statements are unaudited. In the opinion of management, all adjustments, consisting of normal recurring accruals considered necessary for fair presentation have been included. The casino industry is seasonal in nature; accordingly, operating results for the three month period ended March 31, 2003 are not necessarily indicative of the results that may be expected for the year ended December 31, 2003.

These financial statements should be read in conjunction with the financial statements and notes thereto included in RIH's Quarterly Report for the quarter ended December 31, 2002, as filed with the Commission.

Certain amounts in the prior period financial statements have been reclassified to conform to their current period presentation.

During September 2002, the Company reclassified certain incentives from costs and expenses to promotional allowances to be consistent with prevailing industry practice for these costs. The Company has also reclassified certain amounts from a reduction of casino revenues to promotional allowances to be consistent with prevailing industry practice. This reclassification has no effect on net revenues, operating income or net income.

2. Investments, Advances and Receivables

Components of investments, advances and receivables were as follows at March 31 (in thousands):

	2003	2002
CRDA bonds and direct investments	\$ 10,288	\$ 7,101
CRDA deposits	19,325	20,352
Valuation allowance	(10,853)	(9,411)
	<u>\$ 18,760</u>	<u>\$ 18,042</u>

The New Jersey Casino Control Act, as amended, requires RIH to purchase bonds issued by the Casino Reinvestment Development Authority (the "CRDA") or make other investments authorized by the CRDA, in an amount equal to 1.25% of RIH's gross gaming revenue, as defined.

The CRDA bonds have interest rates ranging from 3.5% to 7.0% and have repayment terms of between 20 and 50 years. The Company records charges to expense to reflect the below-market interest rate payable on the bonds it may have to purchase to fulfill its investment obligation at the date the obligation arises. The charges/(credits) for the

three months ended March 31, 2003 and 2002 for discounts on obligations arising in those years were \$158,000 and (\$485,000), respectively.

From time to time RIH has donated certain funds it has had on deposit with the CRDA in return for either relief from its obligation to purchase CRDA bonds or credits against future CRDA deposits. The majority of the Company's deposits have been pledged for specific projects.

3. Other Accrued Expenses

Components of other accrued expenses were as follows at March 31 (in thousands):

	2003	2002
Insurance and related costs	\$ 1,535	\$ 1,761
Payroll and related liabilities	9,122	9,176
Gaming taxes and fees	2,932	3,480
Other	4,148	5,460
	<u>\$ 17,737</u>	<u>\$ 19,877</u>

4. Long-Term Debt

Due to Affiliates

On March 22, 2002, RIHC sold \$180.0 million aggregate principal amount of First Mortgage Notes at a price of 97.686% yielding \$175.8 million. Interest on the First Mortgage Notes is payable on March 15 and September 15 of each year, and the First Mortgage Notes are due in full on March 15, 2009. In conjunction with the issuance of the First Mortgage Notes, RIHC issued a note to RIH with terms that mirror those of the First Mortgage Notes.

The First Mortgage Notes contain certain covenants that, among other things, limit RIHC's ability and the ability of its subsidiaries to pay dividends on, redeem or repurchase its or their capital stock, make investments, incur additional indebtedness, permit payment of or restrict dividends by certain of its subsidiaries, enter into sale leaseback transactions, sell assets, guarantee indebtedness, create certain liens, engage in transactions with affiliates, and consolidate, merge or transfer all or substantially all its assets and the assets of its subsidiaries on a consolidated basis.

Other

Other long-term debt is summarized as follows at March 31 (in thousands):

	2003	2002
Thermal Energy capital lease	\$ 6,548	\$ --
Other	975	1,806
	<u>7,523</u>	<u>1,806</u>
Less: current portion	887	832
	<u>\$ 6,636</u>	<u>\$ 974</u>

On June 16, 2002, RIH entered into a Thermal Energy Services Agreement (the "Thermal Agreement"). The initial term of the Thermal Agreement is 20 years, renewable at RIH's option for two additional five year terms. The Agreement has three components: a monthly charge for operation and maintenance of the thermal energy facilities; a capital lease component for capital improvements whose value was estimated at \$6.5 million on the date the Thermal Agreement was executed, and; a usage fee for steam and chilled water, whose usage and rate will vary by month of the year. The outstanding balance of the capital lease was \$6.5 million at March 31, 2003.

On August 17, 2001, RIH financed the purchase of \$2.1 million of gaming equipment. The agreement is for three years with monthly payments of principal and interest, with an annual interest rate equal to LIBOR plus 3.25%. As of March 31, 2003, the outstanding balance was approximately \$926,000.

5. Related Party Transactions

RIH recorded the following expenses from affiliates for the year ended March 31 (in thousands):

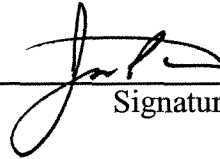
	2003	2002
Interest and amortization of discounts on First Mortgage Notes.....	\$ 5,281	\$ 586
Interest on Credit Facility	--	53
Interest on Seller Note	--	500
Interest on Term Loan A.....	--	257
Interest on Term Loan B.....	--	815
Interest expense on hedging instruments	8	48
Less: capitalized interest.....	(481)	--
	<u>\$ 4,808</u>	<u>\$ 2,259</u>

6. Income Taxes

The benefit for income taxes for the quarter ended March 31, 2003 is different than the amount computed at the United States statutory rate due to certain non-deductible items and state income taxes, which are calculated under an alternative minimum assessment of a percentage of gross revenues.

STATEMENT OF CONFORMITY, ACCURACY, AND COMPLIANCE

1. I have examined this Quarterly Report.
2. All the information contained in this Quarterly Report has been prepared in conformity with the Casino Control Commission's Quarterly Report Instructions and Uniform Chart of Accounts.
3. To the best of my knowledge and belief, the information contained in this report is accurate.
4. To the best of my knowledge and belief, except for the deficiencies noted below, the licensee submitting this Quarterly Report has remained in compliance with the financial stability regulations contained in N.J.A.C. 19:43-4.2(b)1-5 during this year.



Signature

Senior Vice President of
Finance and Chief Financial Officer

Title

4514-11

License Number

On Behalf Of:

RESORTS INTERNATIONAL HOTEL, INC.

Casino Licensee